

) Commission's *Complaint*, which was filed herein on December 4, 2006, the Commission on February 23, 2007 filed a Motion for Entry of Default Judgment against Stevenson and Byer.

2. The original Motion alleged that each of Byer and Stevenson had been properly served, Byer personally and Stevenson by mail (though all process directed to Stevenson was returned undelivered). The motion further alleged that neither Byer or Stevenson had answered the Complaint or otherwise defended in this action, and were therefore in default.

3. The original Motion provided that "[u]pon entry of the final judgment by default, the Commission will present evidence to this Court regarding the amount of disgorgement, and the prejudgment interest calculation, that the Commission is seeking against [the Defendants]" as well as a recommended civil penalty amount.

4. In a Report and Recommendation dated March 29, 2007, Magistrate Jones) recommended that a default judgment be entered against both Defendants Byer and Stevenson.

5. On May 29, 2007, the SEC was advised by a representative of the Hong Kong Police Department that a voluntary freeze that the agency had placed on the account of one of the Defendants in a Hong Kong Bank containing substantial funds could be released in the absence of a Court Order memorializing a disgorgement judgment against the Defendant. The freeze may be released on or about June 29, 2007, though the relevant banking institutions in Hong Kong may agree to maintain held funds for an additional period of time.

6. In light of the potential imminent potential depletion of assets, the Commission now seeks in addition to the relief originally prayed for, a disgorgement and prejudgment interest judgment against Stevenson and Byer, in the amounts of \$6,129,043.35 (Stevenson) and \$3,227,150.36 (Byer), in addition to a penalty amount determined by the Court, as permitted by) pursuant to Section 20(d) of the Securities Act of 1933 and Section 21(d)(3) of the Securities

) Exchange Act of 1934, with the proceeds of the judgment all to be paid to the Receiver appointed in this matter.

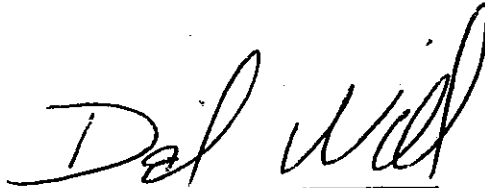
7. The amounts provided consist of disgorgement amounts of \$5,929,802 (Stevenson) and \$3,122,243 (Byer). The amounts also include prejudgment interest amounts of \$199,241.35 (Stevenson) and \$104,907.36 (Byer). The prejudgment interest amount represents prejudgment interest at the annual rate of 8% calculated according to the Internal Revenue Service (IRS) rates of interest on tax underpayments and refunds. This rate, set out at 26 C.F.R. 301.6621-1, is intended to reflect market conditions. The Commission uses this IRS rate to calculate prejudgment interest in Enforcement actions. Interest was calculated from December 4, 2006, the date the SEC filed this action, through the present. In support of the disgorgement amounts, attached as Exhibit A, is the Client Principals and Withdrawals Reports, produced by the accountant for IFC and filed as a part of the Sworn Accounting of Defendant Preston David Pinkett II.

8. In support of this Supplemental Motion, the Commission incorporates the facts, arguments and authorities set out in: Plaintiff's original Motion for Default Judgment, filed February 23, 2007, Plaintiff's Memorandum in Support of Motion for Default Judgment, filed on March 8, 2007, Plaintiff's Opposition to Motion to Dismiss, filed on March 8, 2007, and Plaintiff's Motion and Memorandum in Support of Motion for Summary Judgment, filed on June 8, 2007. Attached as Exhibits B and C are proposed final judgments.

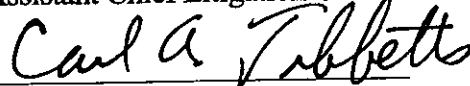
WHEREFORE, premises considered, the Commission requests that this Court grant its motion for and direct entry of a final judgment by default against Defendant Daniel Eric Byer and Defendant Malcolm Cameron Boyd Stevenson, awarding the Commission injunctive relief, disgorgement and interest, and civil penalties, as requested in the Commission's *Complaint*, and for such other and further relief as the Plaintiff may show itself justly entitled.

Dated: Washington, D.C.
June 13, 2007

Respectfully submitted,



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I HERBY CERTIFY that on June 13, 2007, I mailed the foregoing Supplemental Motion

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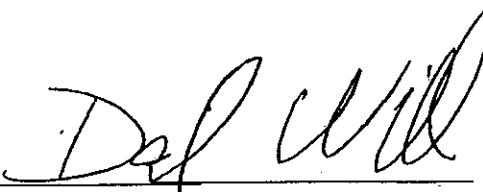
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